GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1445
ANSWERED ON:08.03.2002
INCOME TAX DUES OF IDBI
AMBATI BRAHMANAIAH

Will the Minister of FINANCE be pleased to state:

(a) whether the IDBI owes nearly Rs. 877 crores as income tax liability to the Government;

(b) if so, whether the IDBI has gone to court against such demands from the income- tax department;

(c) if so, whether the Government have encouraged any compromise between IDBI and the Income Tax Department;

(d) if so, the results of such a compromise worked out by the Government;

(e) the outstanding income tax against other FIs and PSUs as on date; and

(f) the further steps proposed to be taken to resolve such disputes out of court?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

a) No, Sir. The income tax liability of IDBI as on date stands at Rs. 210.91 crores.

b) The IDBI has filed an appeal before the CIT(A).

(c)&(d) There is no provision for compromise, however, out of a total demand of Rs. 420.91 crores, IDBI has paid Rs. 210 crores.

(e) Information is being collected and will be laid on the Table of the House shortly.

(f) There is no provision for settlement of tax related disputes out of the court. The assessee can go either to the Appellate Authorities or to the Settlement Commission for settlement of tax related disputes for which machinery are provided in the I.T. Act 1961 itself.